Redevelopment Activities on Hold

The Governor and Legislature have passed new laws that will eliminate redevelopment agencies as of October 1, 2011 unless the sponsoring city agrees to pay an annual assessment. The City has taken the necessary actions to make the payments to the state, but everything is on hold pending a lawsuit. The first year of the ransom payment would be \$4.3 million, followed by annual payments to be determined.

As a result of the State's actions, many of the City's funded activities and programs have been suspended.

Pursuant to the requirements of Assembly Bill x1 26, the Community Improvement Commission adopted a <u>Schedule of Enforceable Obligations</u>.